10 % Capital Subsidy for the modernization of existing power loom units belonging to SC/ST and Minority Communities under the Textile Policy 2011-2017.

Guidelines

Government of Maharashtra
Co-Operation, Marketing and Textile Department
Government Circular No. Policy-2014/ C.R. 273/ Tex-5
Mantralaya, Mumbai-400 032.
Date - 25 July, 2016.

Read- Government Resolution, CMTD , no. policy- 2012/CR10/Tex-2, Date-15th March,2012

Introduction-

A scheme of 10% capital subsidy for the modernization of existing powerloom units belonging to SC/ST and Minority Communities has been announced vide GR under reference. In this respect, for the implementation of said scheme, the matter of issuing detailed guidelines as to what modernization of existing powerlooms mean, was under consideration of Government.

Government Circular-

By this circular following guidelines are issued for the implementation of said scheme-

a. **Definition of modernization**- As per chapter III (1) of GoI GR **No.6/19/2013-TUFS,dated 4th October,2013,** modernization of existing powerlooms means induction of state-of-the-art or near-state-of-the art technology in place of existing technology/ machinery or at least a significant step up from the present technology level to a substantially higher one for such trailing segments would be essential.
b. **Eligible machinery for benefits under the scheme**- Installation of the machinery in an existing unit by way of replacement of existing machinery as given in Annexure MC-1 to MC-16 of GoI GR **No.6/19/2013-TUFS,dated 4th October,2013** as amended vide circular No.50(3)/2014/Circular/MS, dated 24/7/2014 will be eligible for coverage under the scheme. Machinery with technology levels lower than that specified will not be permitted for funding under the Scheme.
c. **Responsibility of Nodal Banks/Lending Agencies**- It shall be the responsibility of Nodal Banks/Lending Agencies to ensure that only the machinery mentioned in Annexure MC-1 to MC-16 of GoI GR **No.6/19/2013-TUFS,dated 4th October,2013** as amended vide circular No.50(3)/2014/Circular/MS, dated 24/7/2014 is installed in place of existing

machinery and old machinery is disposed off in the existing textile units belonging to SC/ST and Minority Communities before submitting capitals subsidy claim. Nodal Banks/ Lending Agencies shall submit certificate to that effect duly signed by textile engineer along with Form C while submitting claim to the Director of Textile, Government of Maharashtra.

d. **Responsibility of Director of Textile, Government of Maharashtra-** The Director of Textile, Government of Maharashtra, through its Technical Officers/Persons, shall ensure that the proposals received from banks are genuine proposals of 10 % capital subsidy to the modernization of existing textile units belonging to SC/ST and Minority Communities and also verify that banks have submitted certificate to that effect along with Form C.

2. Nodal Banks /Lending Agencies and the Director of Textile,M.S.are advised to follow these guidelines strictly and *also ensure that concerned units have disposed of old machinery* so that no textile unit, which is not eligible for Government subsidy under this scheme, gets benefit of the scheme.

3. The Director of Textile, Government of Maharashtra is directed to bring this circular to the notice of banks and textile associations.

This Government Circular of Maharashtra Government is available at the website www.maharashtra.gov.in. Reference no. for this is 201607251530031702. This Circular has been signed digitally.

By order and in the name of the Governor of Maharashtra.

Pralhad Shankar Rode

Digitally signed by Pralhad Shankar Rode
DN: c=IN, o=Government Of Maharashtra, ou=Under Secretary, postalCode=400032, st=Maharashtra, 2.5.4.20=31ef26ac53da8a20dab1e924c7b422c7000cf345d3ffe590e023fa4caeb62a9d, serialNumber=4d2b089896597139348b165010a1a897e0fe12960037e28eb35541425e312388, cn=Pralhad Shankar Rode
Date: 2016.07.25 15:35:28 +05'30'

(P.S.Rode)
Under Secretary to Govt of Maharashtra

To,

1. Hon'ble Minister (Textile),Mantralaya,Mumbai
2. PA to the P.S.(Textile),CMTD,Mantralaya,Mumbai
3. PA to the Deputy Secretary(T),CMTD,Mantralaya ,Mumbai
4. The Director of Textiles, Govt of Maharashtra, Nagpur
5. TUFS Cells of concerned Banks/Financial Institutions.
6. All Associations of Textiles in India
7. Select file (Tex-5).